
By: **Delegate Hixson**

Introduced and read first time: January 25, 2001

Assigned to: Ways and Means

Committee Report: Favorable

House action: Adopted

Read second time: March 6, 2001

CHAPTER _____

1 AN ACT concerning

2 **Maryland Research and Development Tax Credit - Addition Modification for**
3 **Corporations**

4 FOR the purpose of providing a certain addition modification under the Maryland
5 corporate income tax if a certain credit is claimed based on certain research and
6 development expenses; providing for the application of this Act; and generally
7 relating to an addition modification under the Maryland income tax if a certain
8 credit is claimed based on certain research and development expenses.

9 BY repealing and reenacting, without amendments,
10 Article - Tax - General
11 Section 10-205(i)
12 Annotated Code of Maryland
13 (1997 Replacement Volume and 2000 Supplement)

14 BY repealing and reenacting, with amendments,
15 Article - Tax - General
16 Section 10-306(b)(3) and (4)
17 Annotated Code of Maryland
18 (1997 Replacement Volume and 2000 Supplement)

19 BY adding to
20 Article - Tax - General
21 Section 10-306(b)(5)
22 Annotated Code of Maryland
23 (1997 Replacement Volume and 2000 Supplement)

1 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
2 MARYLAND, That the Laws of Maryland read as follows:

3 **Article - Tax - General**

4 10-205.

5 (i) The addition under subsection (a) of this section includes the amount of a
6 credit claimed under § 10-721 of this title for Maryland qualified research and
7 development expenses.

8 10-306.

9 (b) The addition under subsection (a) of this section includes the additions
10 required for an individual under:

11 (3) § 10-205(e) of this title (Net operating loss modification); [and]

12 (4) § 10-205(g) of this title (Unlicensed child care facility operating
13 expenses); AND

14 (5) § 10-205(I) OF THIS TITLE (MARYLAND RESEARCH AND
15 DEVELOPMENT TAX CREDIT).

16 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
17 July 1, 2001, and shall be applicable to all taxable years beginning after December 31,
18 1999.